



**Department of Energy**  
Richland Operations Office  
P.O. Box 550  
Richland, Washington 99352

01-PRO-002

OCT 16 2000

Mr. R. D. Hanson, President  
Fluor Hanford, Inc.  
Richland, Washington 99352

Dear Mr. Hanson:

CONTRACT NO. DE-AC06-96RL13200 – EXECUTION OF CONTRACT MODIFICATION  
M116

Enclosed for your files is one fully executed original of contract modification M116,  
including one duplicate original of Fiscal Year 2000 Performance Incentive FDH-AS-2, Transition  
Excess Property for Re-Use/Sale, Revision 2. If you have any questions regarding this matter,  
please contact me at (509) 376-8948.

Sincerely,

  
Sally A. Sieracki  
Contracting Officer

PRO:GFC

Enclosures

cc w/encls:  
J. L. Jacobsen, FHI

<b>AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT</b>			1. CONTRACT ID CODE	PAGE 1 OF 5 PAGES
2. AMENDMENT/MODIFICATION NO. M116	3. EFFECTIVE DATE Oct 16, 2000	4. REQUISITION/PURCHASE REQ. NO.	5. PROJECT NO. (if applicable)	
6. ISSUED BY GCDC U.S. Department of Energy Richland Operations Office 825 Jadwin Avenue; MSIN A7-80 Richland WA 99352		7. ADMINISTERED BY (if other than item 6) CODE		
8. NAME AND ADDRESS OF CONTRACTOR (No., street, city, county, state and zip code) Fluor Hanford, Inc. 2420 Stevens Drive P.O. Box 1000 Richland WA 99352		9A. AMENDMENT OF SOLICITATION NO.		
		9B. DATED (SEE ITEM 11)		
		10A. MODIFICATION OF CONTRACT/ ORDER NO. DE-ACC6-96RL132C0		
CODE		10B. DATED (SEE ITEM 13) 08/06/96		

**11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS**

The above numbered solicitation is amended as set forth in item 14. The hour and date specified for receipt of offers ☐ is extended. ☐ is not extended

Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended, by one of the following methods:

(a) By completing items 8 and 15, and returning \_\_\_\_\_ copies of the amendment, (b) By acknowledging receipt of this amendment on each copy of the offer submitted, or (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER. If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and this amendment, and is received prior to the opening hour and date specified.

**12. ACCOUNTING AND APPROPRIATION DATA (if required)**

**13. THIS ITEM APPLIES ONLY TO MODIFICATIONS OF CONTRACTS/ORDERS, IT MODIFIES THE CONTRACT/ORDER NO. AS DESCRIBED IN ITEM 14.**

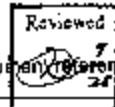


<input checked="" type="checkbox"/>	A. THIS CHANGE ORDER IS ISSUED PURSUANT TO: (Specify authority) THE CHANGES SET FORTH IN ITEM 14 ARE MADE IN THE CONTRACT ORDER NO. IN ITEM 10A.
<input type="checkbox"/>	B. THE ABOVE NUMBERED CONTRACT/ORDER IS MODIFIED TO REFLECT THE ADMINISTRATIVE CHANGES (such as changes in paying office, appropriation date, etc.) SET FORTH IN ITEM 14, PURSUANT TO THE AUTHORITY OF FAR 43.103(b).
<input checked="" type="checkbox"/>	C. THIS SUPPLEMENTAL AGREEMENT IS ENTERED INTO PURSUANT TO AUTHORITY OF: Clause H.41: Performance Objectives, Measures, Expectations
<input type="checkbox"/>	D. OTHER (Specify type of modification and authority)

E. IMPORTANT: Contractor ☐ is not, ☒ is required to sign this document and return 2 copies to the issuing office.

**14. DESCRIPTION OF AMENDMENT/MODIFICATION (Organized by UCF section headings, including solicitation/contract subject matter where feasible.)**

The purpose of this modification is to revise one existing Fiscal Year (FY) 2000 Performance Incentive (PI) and incorporate the change into Part III, Section 7, Appendix B of the contract.

The revised PI is: FDH-AS-2, Transition Excess Property for Re-Use/Sale.

Except as provided herein, all terms and conditions of the document referenced in Item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.		<div style="border: 1px solid black; padding: 5px; text-align: center;">           Reviewed              Approved            LEGAL         </div>	
15A. NAME AND TITLE OF SIGNER (Type or print) 	15A. NAME AND TITLE OF CONTRACTING OFFICER (Type or print) Sally A. Sieracki, Contracting Officer		
15B. CONTRACTOR/OFFEROR (Signature of person authorized to sign)	15C. DATE SIGNED	15B. UNITED STATES OF AMERICA  (Signature of Contracting Officer)	15C. DATE SIGNED 16 Oct 00

**FY 2000 PERFORMANCE INCENTIVE: Reutilize/Excess Site Assets**

**SECTION 1  
GENERAL INFORMATION**

**DUPLICATE  
ORIGINAL**

Performance Incentive Number: FDH-AS-2  
Performance Incentive Short Title: Transition Excess Property for Re-Use/Sale  
Revision Number & Date: Rev. 2, 08/17/00  
Maximum Available Incentive Fee: 1.6% of (available fee in Contract Clause B.4 minus \$3M)  
Performance Incentive Type: ☒ Regular ☒ Stretch ☐ Superstretch  
(check appropriate box)

**SECTION 2  
PERFORMANCE OUTCOMES**

Check appropriate box:

- ☒ Outcome #1: Restore the River Corridor for multiple uses  
☐ Outcome #2: Transition Central Plateau to support long-term waste management  
☒ Outcome #3: Use our Assets to Solve global problems

**SECTION 3  
PERFORMANCE OBJECTIVE(S), MEASURES, PERFORMANCE EXPECTATION(S)**

List associated performance objectives, measures, and performance expectations. Identify associated PBS # for each performance objective and/or measures.

Performance Objective: Reutilize/Excess Site Assets

PBS RL TP-13

Measure 1 - Unrequired property transitioned

1.a. Dispose one (1) rail well car

Expectation(s)  
FY00

Regular  
1 rail well car

Measure 2 - Personal Property Transferred

AWP 6.2

2.a. Personal property from inactive and shutdown facilities, or facilities containing significant amounts of excess personal property, which have reasonable potential for economic transition value and are currently unrequired for DOE missions, will be screened and included in a personal property availability package to enable DOE to leverage these target assets by teaming with the local community to ultimately create new Tri-City area jobs.

Expectation(s)  
FY00  
FY01

Regular  
Inventory Assessment (35% Complete)  
Inventory Assessment (100% Complete)

Measure 3 - Contaminated Personal Property Transferred

PBS RL TP-13

3.a. Personal property that has economic development value and is unrequired for DOE missions will be transferred to TARC, transferred to support other Tri-Cities Area economic initiatives, or utilized in reuse for services contracts.

Expectation(s)  
FY00

Regular  
1 Rail Car

Stretch  
Each additional rail car

**FY 2000 PERFORMANCE INCENTIVE: Reutilize/Excess Site Assets**

**SECTION 4  
FEE SCHEDULE**

**DUPLICATE  
ORIGINAL**

*Identify fee schedule by performance objective and/or measure(s)*

Regular = 75% of the fee available for this Performance Incentive  
Stretch = 25% of the fee available for this Performance Incentive

**Regular**

- Measure 1 20% of fee available for this Performance Incentive
- Measure 2 40% of fee available for this Performance Incentive
- Measure 3\* 15% of fee available for this Performance Incentive

**Stretch**

- Measure 3\* 25% of fee available for this Performance Incentive (5% per rail car, up to 25%)

\* Any fee earned for a rail car transferred off-site shall be repaid if that rail car is returned as a rail car prior to title transfer.

Note: Fiscal Year 01 is provided for future planning purposes only. No fee assigned to these items in FY00.

**SECTION 5  
PERFORMANCE REQUIREMENTS**

**PREVIOUS YEAR'S GATEWAY:** *Describe previous year's gateway (if applicable) that must be completed before fee can be paid under this performance measure. The requirements listed below are the gateway only requirements for this Performance Measure.*

(N/A in FY 2000)

**GENERAL REQUIREMENTS:** In order to earn incentive fee under this Performance Incentive, the Contractor shall:

1. Meet the specific completion criteria and expectations set forth in this Performance Incentive; and
2. Not incur any unfavorable cost variance  $[(BCWP-ACWP)/BCWP]$  greater than 5.0 percent, or incur any unfavorable schedule variance  $[(BCWP-BCWS)/BCWS]$  greater than 7.5 percent, measured at the Project Baseline Summary level at the end of FY 2000.

**DEFINE COMPLETION:** *(Specify Performance Elements and describe indicators of success (quality/progress). Include baseline documentation/data against which completion documentation should be compared).*

**Measure 1**

- Completion of this element is determined when the rail well car transfers from DOE-RL ownership as documented by the title transfer (Declaration of excess and shipping documents) and/or completed Solid Waste Information and Tracking System document (SWITS); and
- The rail well car is physically moved from its current location at 212-R to its final disposition location approved by the DOE-RL COR, either on or off the Hanford Site, that meets all applicable DOE Orders, and Federal and State Statutes.

**Measure 2**

- Provide assistance in creating a list of facilities in which personal property will be evaluated. The facilities to be evaluated will be agreed to by DOE-RL and the Contractor by December 1, 1999.
- Provide a project plan with a cost estimate and scope of work.
- Complete personal property availability packages for at least 35% of the current inventory identified in the RL Property System associated with the facilities to be evaluated.

**FY 2000 PERFORMANCE INCENTIVE: Reutilize/Excess Site Assets**

**DUPLICATE  
ORIGINAL**

**Measure 3**

- The rail car is physically moved from its current location at 212-R to its final disposition location approved by the DOE-RL COR, either on or off the Hanford Site, that meets all applicable DOE Orders, and Federal and State Statutes.

**DEFINITIONS: (define terms)**

**Transfer Document:** An executed, DOE-RL-approved, fixed duration arrangement. Approved contractual arrangements can include leases, licenses, permits, removal from the site, or other transfer mechanism as appropriate to the task.

**Provide Personal Property Availability Package:** An inventory assessment that includes the following:

- Rough order of magnitude cost estimates for characterization, clean up and use in place, if feasible, or onsite moving costs from facility to 1100 Area.
- Process history (i.e. what asset was used for, other processes that occurred in the facility, etc.).
- Equipment condition report (current condition, known deficiencies, etc.).
- Listing of assumptions and clarifications.
- Estimated market value as established by qualified appraiser when required.

Tri-Cities Area is as defined in the "FY99 Economic Transition and Outsourcing Plan", JINF-MP-006.

**COMPLETION DOCUMENTS LIST:** *(In addition to the Completion Notice the document(s) that should be submitted/data that should be available/actions to be taken by evaluator, to determine actual performance to the requirements stated above).*

**Measure 1**

Copies of the transfer documents and/or SWITS document will be evidence.

**Measure 2**

Copies of the personal property availability package.

**Measure 3**

- Copies of transfer document
- Documentation submitted for the disposition of property shall be based upon DOE Order 5400.5 and MARRSIM guidelines. This documentation shall be approved by DOE-RL prior to disposition.

**ASSUMPTIONS/TECHNICAL BOUNDARY CONDITIONS AND REMEDY STATED:** *(For reasonably foreseeable impacts to performance which are not covered under the Contract. If the assumption or condition proves false the remedy shall be in effect. If remedy is not possible the next step is renegotiation).*

**Measure 1**      None

**Measure 2**      DOE will assist in the development of the list of facilities in which the personal property will be evaluated. The facilities to be evaluated will be agreed to by DOE and the Contractor by December 1, 1999.

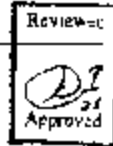
FY 2000 PERFORMANCE INCENTIVE: Reutilize/Excess Site Assets

SECTION 6  
SIGNATURES

DUPLICATE  
ORIGINAL

*T.J. Harper*

T.J. Harper, Vice President  
Site Services



LEGAL

9/28/2000  
Date

*R.D. Hanson*

R.D. Hanson, President & CEO  
Fluor Hanford, Inc.

9/28/00  
Date

E.K.

*J.E. Ollero*  
J.E. Ollero, Director  
Office of Training Services and Asset Transition

10/5/00  
Date

*K.A. Klein*  
K.A. Klein, Manager  
Richland Operations Office

10/4/01  
Date



**Department of Energy**  
Richland Operations Office  
P.O. Box 550  
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**ORIGINAL SIGNED BY:**

Sally A. Sieracki  
Contracting Officer

PRO:GFC

Enclosures

cc w/encls:  
J. L. Jacobsen, FHI

bcc w/encls:  
PRO OIT File  
PRO Rdg File  
CCC Rdg File  
G. F. Champlain, PRO  
Record Note: None  
H:\Phmc\Mods\M116\Mod M116 Execution Ltr

**RECEIVED**

OCT 17 2000

**DOE-RL/RLCC**

Office >	PRO <i>[Signature]</i>	PRO <i>[Signature]</i>				
Surname >	CHAMPLAIN	SIERACKI				
Date >	11 OCT 00	16 OCT 00				

(Please return to Rosie Garza 6-7735 A7-80/FED FAX 6-537E) Document No. 22979